

# **FISCAL MEMORANDUM**

## **HB 1797 – SB 2003**

April 30, 2007

**SUMMARY OF AMENDMENT (006322):** Changes the “Tennessee Agricultural Ethanol Production Act of 2007 (TAEPA)” from a three-year pilot program to a two-year pilot program.

### **FISCAL IMPACT OF ORIGINAL BILL:**

Decrease State Revenues - \$1,672,500 – FY07-08  
\$3,345,000 – FY08-09  
\$3,345,000 – FY09-10  
\$1,672,500 – FY10-11

Increase State Expenditures - \$100,000 One-Time

### **FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Decrease State Revenues - \$1,672,500 – FY07-08**  
**\$3,345,000 – FY08-09**  
**\$1,672,500 – FY09-10**

**Increase State Expenditures - \$100,000 One-Time**

Assumptions applied to amendment:

- Changing the TAEPA from a 3-year pilot program to a 2-year program eliminates one year of proposed tax credits estimated to be \$3,345,000.
- First- and last-year impacts are estimated at 50% of full-year impact due to the January 1 effective date.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

/rnc

<BillComp>